Ameritech Illinois
Statement of Operating Income with Adjustments
For the Test Year Ending December 31, 1999
(In Thousands of Dollars)

Line No.	Description	Company Proposed Operating Statement in Rebuttal (AI Ex 7.1, S 1) (b)	Staff Adjustments (Sch 30.02) (c)	Operating Statement With Staff Adjustments (d = b + c) (d)	Change In Staff Revenues (e)	Operating Statement With Change In Revenues (f = d + e) (f)	Change In Company Revenues (g = f - b) (g)
	(a)						
1	Operating Revenues	$ 3,088,439	$ (34,562)	$ 3,053,877	$ (790,038)	$ 2,263,839	$ (824,600)
2	Directory & Collection Fee Revenues	-	126,602	126,602	-	126,602	
3	Total Revenue	3,088,439	92,040	3,180,479	(790,038)	2,390,441	
4	Uncollectible Accounts	51,814	(90)	51,724	(13,194)	38,530	
5	Depreciation and Amortization	666,554	(168,352)	498,202	-	498,202	
6	Plant Specific Operations	533,835	(3,280)	530,555	-	530,555	
7	Plant Non-Specific Operations	295,709	(3,294)	292,415	-	292,415	
8	Customer Operations Marketing	152,012	(495)	151,517	-	151,517	
9	Customer Operations Services	264,575	(7,155)	257,420	-	257,420	
10	Corporate Operations	185,415	(46,197)	139,218	-	139,218	
11	Interest on Customer Deposits	153	-	153	-	153	
12	Other Operating Taxes	49,905	(33,960)	15,945	-	15,945	
13	Other Expenses & AFUDC Adjustment	821	2,245	3,066	-	3,066	
14	Rounding	(1)	-	(1)	-	(1)	
15	Total Operating Expense						
16	Before Income Taxes	2,200,792	(260,578)	1,940,214	(13,194)	1,927,020	
17	State Income Taxes	63,178	23,756	86,934	(55,777)	31,157	
18	Federal Income Taxes	272,376	107,486	379,862	(252,373)	127,489	
19		-	-	-	-	-	
20	Total Operating Expenses	2,536,346	(129,336)	2,407,010	(321,344)	2,085,666	
21	NET OPERATING INCOME	$ 552,093	$ 221,376	$ 773,469	$ (468,694)	$ 304,775	
22	Staff Rate Base (Staff Exhibit 30.0, Schedule 30.03, column d)					$ 2,897,109	
23	Staff Overall Rate of Return (Staff Exhibit 11.0, Schedule 11.11)					10.52%	
24	Percentage Revenue Change (column g, line 1, divided by column b, line 1)						-26.70%